

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



E-01933A  
TUCSON ELECTRIC POWER COMPANY  
Attention: Dave Couture  
Post Office Box 711, Mail Stop UE - 201  
Tucson, AZ 85702

**RECEIVED**

APR 23 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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FOR COMMISSION USE

ANN 01	07
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PROCESSED BY:

4-23-08

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** Tucson Electric Power Co.

Mailing Address P.O. Box 711, Mail Stop UE - 201

(Street)

Tucson

(City)

Arizona

(State)

85702

(Zip)

520-571-4000

Telephone No. (Include Area Code)

520-884-3601

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address dcouture@tep.com

Local Office Mailing Address P.O. Box 711, Mail Stop UE - 201

(Street)

Tucson

(City)

Arizona

(State)

85702

(Zip)

520-571-4000

Local Office Telephone No. (Include Area Code)

520-884-3601

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address dcouture@tep.com

## MANAGEMENT INFORMATION

**Management Contact:** David Couture

(Name)

Director of Regulatory Services

(Title)

One South Church Avenue, Mail Stop UE - 201

(Street)

Tucson

(City)

Arizona

(State)

85701

(Zip)

520-884-3752

Telephone No. (Include Area Code)

520-884-3601

Fax No. (Include Area Code)

520-904-1973

Pager/Cell No. (Include Area Code)

Email Address dcouture@tep.com

**On Site Manager:** Michelle Livengood

(Name)

One South Church Avenue, Mail Stop UE-2003

(Street)

Tucson

(City)

Arizona

(State)

85701

(Zip)

520-884-3664

Telephone No. (Include Area Code)

520-884-3601

Fax No. (Include Area Code)

N/A

Pager/Cell No. (Include Area Code)

Email Address mlivengood@tep.com

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** Diana K. Durako

(Name)

One South Church Avenue, Mail Stop UE-201      Tucson      Arizona      85701  
(Street)      (City)      (State)      (Zip)

520-884-3652      520-884-3601      N/A  
Telephone No. (Include Area Code)      Fax No. (Include Area Code)      Pager/Cell No. (Include Area Code)

**Attorney:** Ray Heyman

(Name)

P. O. Box 711, Mail Stop UE - 183      Tucson      Arizona      85702  
(Street)      (City)      (State)      (Zip)

520-571-4000      520-884-3601      N/A  
Telephone No. (Include Area Code)      Fax No. (Include Area Code)      Pager/Cell No. (Include Area Code)

☒ **Please mark this box if the above address(es) have changed or are updated since the last filing.**

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |  |   |
|--|---|
| <input type="checkbox"/> <b>Sole Proprietor (S)</b>    | <input checked="" type="checkbox"/> <b>C Corporation (C) (Other than Association/Co-op)</b> |
| <input type="checkbox"/> <b>Partnership (P)</b>        | <input type="checkbox"/> <b>Subchapter S Corporation (Z)</b>                                |
| <input type="checkbox"/> <b>Bankruptcy (B)</b>         | <input type="checkbox"/> <b>Association/Co-op (A)</b>                                       |
| <input type="checkbox"/> <b>Receivership (R)</b>       | <input type="checkbox"/> <b>Limited Liability Company</b>                                   |
| <input type="checkbox"/> <b>Other (Describe)</b> _____ |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |  |  |  |
|--|--|--|
| <input type="checkbox"/> <b>APACHE</b>     | <input checked="" type="checkbox"/> <b>COCHISE</b> | <input type="checkbox"/> <b>COCONINO</b> |
| <input type="checkbox"/> <b>GILA</b>       | <input type="checkbox"/> <b>GRAHAM</b>             | <input type="checkbox"/> <b>GREENLEE</b> |
| <input type="checkbox"/> <b>LA PAZ</b>     | <input type="checkbox"/> <b>MARICOPA</b>           | <input type="checkbox"/> <b>MOHAVE</b>   |
| <input type="checkbox"/> <b>NAVAJO</b>     | <input checked="" type="checkbox"/> <b>PIMA</b>    | <input type="checkbox"/> <b>PINAL</b>    |
| <input type="checkbox"/> <b>SANTA CRUZ</b> | <input type="checkbox"/> <b>YAVAPAI</b>            | <input type="checkbox"/> <b>YUMA</b>     |
| <input type="checkbox"/> <b>STATEWIDE</b>  |  |  |

## SERVICES AUTHORIZED TO PROVIDE

Check the following box/es for the services that you are authorized to provide:

☒ **Electric**

- ☒ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
  - ☐ Transmission Service Provider
  - ☐ Meter Service Provider
  - ☐ Meter Reading Service Provider
  - ☐ Billing and Collection
  - ☐ Ancillary Services
  - ☐ Generation Provider
  - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☐ **Gas**

- ☐ Natural Gas
- ☐ Propane

☐ **Other** (Specify) \_\_\_\_\_

## STATISTICAL INFORMATION

### TELECOMMUNICATION UTILITIES ONLY

Total residential access lines	_____
Total business access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

### STATISTICAL INFORMATION (CONT'D)

**ELECTRIC UTILITY PROVIDERS ONLY**

Total number of customers (at 12/31/2007)	397,408	
Residential	361,945	
Commercial	34,759	
Industrial	641	
Mining	2	
Other	61	
Total kilowatt-hours sold	9,634,406,796	kWh
Residential	4,004,797,412	
Commercial	2,057,982,216	
Industrial	2,341,025,245	
Mining	983,172,489	
Other	247,429,434	
Maximum Peak Load	2,386	MW

### GAS UTILITIES ONLY

Total number of customers

Residential

Commercial

Industrial

## Irrigation

Public Authority

Negotiated Sales Program/Transportation Service

### Transportation Only Service

Total therms sold

Residential

Commercial

Industrial

## Irrigation

Public Authority

Negotiated Sales Program/Transportation Service

### Transportation Only Service

VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<b>Pima</b>
NAME (OWNER OR OFFICIAL) TITLE
<b>Karen G. Kissinger, VP, Controller &amp; CCO</b>
COMPANY NAME
<b>Tucson Electric Power Co.</b>

RECEIVED

APR 28 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only

\$ 898,492,072

(THE AMOUNT IN BOX ABOVE

INCLUDES(SK) \$ 72,503,684

SALES AND FRANCHISE TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Karen G. Kissinger  
SIGNATURE OF OWNER OR OFFICIAL  
520-745-3122  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

18th

DAY OF

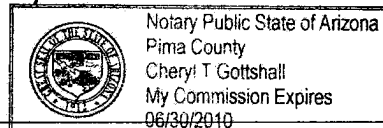
(SEAL)

COUNTY NAME	<u>Pima</u>
MONTH	<u>April</u>
	<u>2008</u>

Cheryl T. Gottshall  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

06/30/2010



VERIFICATION  
AND  
SWORN STATEMENT  
**RESIDENTIAL REVENUE**  
**INTRASTATE REVENUES ONLY**

**RECEIVED**  
APR 23 2008  
AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

STATE OF ARIZONA  
  
I, THE UNDERSIGNED  
  
OF THE

COUNTY OF (COUNTY NAME) <b>Pima</b>	
NAME (OWNER OR OFFICIAL) <b>Karen G. Kissinger</b>	TITLE <b>VP, Controller &amp; CCO</b>
COMPANY NAME <b>Tucson Electric Power Co.</b>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING

MONTH <b>12</b>	DAY <b>31</b>	YEAR <b>2007</b>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

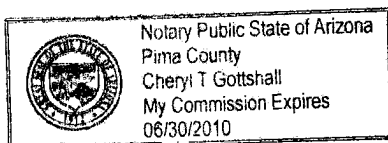
**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES <b>\$ 398,219,868</b>
--

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 31,547,737 IN SALES AND  
FRANCHISE TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.



SUBSCRIBED AND SWORN TO BEFORE ME  
  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF  
  
THIS 18th DAY OF  
  
(SEAL)

MY COMMISSION EXPIRES 06/30/2010

X Karen G. Kissinger  
SIGNATURE OF OWNER OR OFFICIAL  
  
520-745-3122  
TELEPHONE NUMBER

NOTARY PUBLIC NAME <b>Cheryl T. Gottshall</b>	
COUNTY NAME <b>Pima</b>	
MONTH <b>April</b>	20 <b>08</b>

X Cheryl T. Gottshall  
SIGNATURE OF NOTARY PUBLIC

## **FINANCIAL INFORMATION**

Attach to this annual report a copy of the companies' year-end (Calendar Year 2007) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

See attached 10k.